

THE ATTORNEY GENERAL OF TEXAS

PRICE DANIEL

ATTORNEY GENERAL

Austin 11, Texas

December 11, 1952

Hon. J. W. Edgar

Opinion No. V-1553

Commissioner of Education

Texas Education Agency

Austin, Texas

Re: The procedure under which an independent school district having fewer than 150 scholastics can accomplish mineral leases and sales of real property.

Dear Sir:

Your request for our opinion reads in part as follows:

"In a matter before us an independent school district has a scholastic population of (124) according to the latest census. Its board of trustees has not elected, as permitted under Article 2763 as amended, to be governed in all its operations by the laws generally applicable to independent school districts. But it has submitted to the State Commissioner of Education a proposed oil, gas and mineral lease for his approval, and contends that Article 2773a requires the approval of the Commissioner, because that statute is applicable to 'any' and all independent school districts in the matter of the execution of oil and gas leases. It further points out that Article 2763 provides that those common school district laws only which appertain to the 'general administration' of the school district govern in their general administrative affairs, that the execution of an oil and gas lease is a special affair and no part of the general administration of the schools, therefore, Article 2773a is the statute to follow.

"Stating the problem in another way, the independent district is contending that it is not governed in the execution of its oil and gas leases by Articles 2753 and 5400a, V.C.S., the laws governing common school districts therein, because Article 2773a, supra, is controlling as to 'any' independent school district.

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"We would appreciate the opinion of your office on the following questions:

"1. Is the proper execution of an oil, gas and mineral lease by an independent school district having fewer than 150 scholastics, (which district has not elected to be governed by independent district laws as permitted in Article 2763, V.C.S., as amended) to be accomplished under Article 2773a, V.C.S., or under Articles 2753 and 5400a, V.C.S.?

"2. Is the sale of real property and buildings (other than minerals) by a district described in question 1. to be accomplished in accordance with the requirements of Article 2773, V.C.S., the independent school district law, or under Article 2753, V.C.S., the common school district law?"

Article 2753, V.C.S., provides:

"The trustees of any school district, upon the order of the county trustees prescribing the terms thereof, when deemed advisable, may make sale of any property belonging to said school district, and apply the proceeds to the purchase of necessary grounds, or to the building or repairing of schoolhouses, or place the proceeds to the credit of the available school fund of the district."

Section 2 of Article 5400a, V.C.S., reads as follows:

"The right to lease such lands shall be exercised by the governing board, the commission or commissioners of such political

subdivision which are by law constituted with the management, control, and supervision of such subdivision, and when in the discretion of such governing body they shall determine that it is advisable to make a lease of any such lands belonging to such district or subdivision, such governing body shall give notice of its intention to lease such lands, describing same, by publication of such notice in some newspaper published in the county, having a general circulation therein, once a week for a period of three (3) consecutive weeks, designating the time and place after such publication where such governing body will receive and consider bids for such mineral leases as such governing body may determine to make. On the date specified in said notice, such governing board or body shall receive and consider any and all bids submitted for the leasing of said lands or any portion thereof which are advertised for leasing, and in the discretion of such governing body shall award the lease to the highest and best bidder submitting a bid therefor, provided that if in the judgment of such governing body the bids submitted do not represent the fair value of such leases, such governing body in their discretion may reject same and again give notice and call for additional bids, but no leases shall in any event be made except upon public hearing and consideration of said bids and after the notice as herein provided.

Article 2773, V.C.S., provides:

"Any houses or lands held in trust by any city or town for public free school purposes may be sold for the purpose of investing in more convenient and desirable school property, with the consent of the State Board, by the board of trustees of such city or town; and, in such case, the president of the school board shall execute his deed to the purchaser for the same, reciting the resolution of the State Board giving consent thereto and the resolution of the board of trustees authorizing such sale."

Article 2773a, V.C.S., reads in part:

"Section 1. Any independent school district, when in the opinion of a majority of its trustees it is necessary or advisable to sell, exchange, or convey the minerals, or any part thereof, belonging to said district, upon the order of said trustees, with the consent of the State Superintendent of Public Instruction, may execute an oil and/or gas lease, or sell, exchange, and convey the minush minerals, or any part thereof, to any person, upon such terms as such trustees may deem advantageous to said district, and which the State Superintendent of Public Instruction may approve, and apply any proceeds to the sinking fund account of such district, if there be outstanding bonds therein, otherwise to the purchase of necessary grounds or to the building or repairing of schoolhouses, or to the credit of the local maintenance school fund of the district, and in such case said district, acting by its president, shall execute its deed or lease to the purchaser of the same, reciting the approval of the State Superintendent of Public Instruction and the resolution of the Board of Trustees authorizing the sale."

In Culver v. Miears, 220 S.W.2d 200 (Tex.Civ. App. 1949, error ref.), it was held that the provisions of Articles 2753 and 5400a, supra, must be followed by a common school district in executing an oil and gas lease. It is also stated in this case that the trustees of common school districts with approval of the county board can sell land belonging to the school district. It is observed that Article 5400a is a general statute while Article 2773a is a specific one, dealing only with independent school districts. Article 5400a was passed in 1937 and Article 2773 was enacted in 1941.

In Sam Bassett Lumber Co. v. City of Houston, 145 Tex. 492, 198 S.W.2d 879, 881 (1947) it is stated:

"On its face it appears to be in conflict with article 7298 relative to defenses permitted in tax suits. But since the provision of article 7298 making the defense of limitation available in tax suits by school

and road districts is a specific enactment it must prevail over article 7329 dealing with the subject of defenses to tax suits generally. The general rule is that when the law makes a general provision, apparently for all cases, and a special provision for a particular class, the general must yield to the special in so far as the particular class is concerned. Perez v. Perez, 59 Tex. 322. This rule is based upon the principle that all acts and parts thereof must stand, if possible, each occupying its proper place, and that the intention of the Legislature is more clearly reflected by a particular statute than by a general one. Accordingly a specific act is properly regarded as an exception to, or qualification of, a general law on the same subject previously enacted. In such a case both statutes are permitted to stand, the general one being applicable to all cases except the particular one embraced in the specific act. Townsend v. Terrell, 118, Tex. 463, 16 s.w.2d 1063."

You are therefore advised in answer to your first question that the leasing of lands owned by an independent school district should be accomplished under Article 2773a, V.C.S., rather than Article 5400a, V.C.S.

Article 2763, V.C.S., reads as follows:

"All incorporated districts, having fewer than one hundred and fifty (150) scholastics according to the latest scholastic census shall be governed in the general administration of their schools by the laws which apply to common school districts; and all funds of such district shall be kept in the county depository and paid out on order of the trustees approved by the county superintendent; provided, however, that the trustees of such incorporated district may choose, by majority vote to be shown on the minutes of the board, not to be governed in the general administration of their school by the laws which apply to common school districts and the keeping of their funds in the county depository, and upon such election such district shall be governed by laws which apply to other independent school districts. A certified copy of such minutes must be filed in the offices of the County Clerk and in the offices of the Texas Education Agency not later than September 1st."

This statute, originally passed in 1905, was amended by House Bill 246, Acts 52nd Leg., 1945, ch. 431, p. 779, by adding that part which we have not underscored.

The question for determination is whether the leasing or selling of school lands by an independent district would be included in the term "general administration of their schools" as used in Article 2763.

In Attorney General's Opinion No. 2218, Book 54, p. 204 (1920) it is stated:

"With respect to the assessment of property, the levy and collection of taxes, providing for taxes and bond elections and issuing bonds on the faith and credit of the district, the laws relating to independent school districts govern and control those independent school corporations that have less than one hundred and fifty scholastics.

"In the construction of all civil statutes the ordinary signification applies to words 'except words of art or words connected with a particular trade or subject matter.' Art. 5502, R.S. 1911. The word 'administration' means 'the act of administering; direction; management; government of public affairs; the conducting of any office or employment.' The Century Dictionary & Encyclopedia, Vol 1, p. 77.

"The term 'general administration of their schools' means therefore, the management and control of the school system; that is, the employment of teachers, approval of vouchers, etc., and as to such matters independent school corporations containing less than one hundred and fifty scholastics the law applicable to common school districts will control."

We do not believe that the leasing or selling of real property should be included in the term "general administration of their schools" as used in Article 2763. It is therefore our opinion that the laws relating to leasing or selling of land belonging to independent school districts govern those independent school districts having fewer than 150 scholastics. In view of the foregoing, it is our opinion that the execution of an oil, gas and mineral lease by an independent school district having fewer than 150 scholastics, which has not elected to be governed by independent district laws as permitted by Article 2763, V.C.S., should be consummated under the provisions of Article 2773a, V.C.S.

Likewise the sale of real property and buildings (other than minerals) by a district described in question 1 should be accomplished in accordance with the requirements of Article 2773, V.C.S.

SUMMARY

The leasing or selling of real property owned by school districts is not included in the term "general administration of their schools" as used in Article 2763, V.C.S. The execution of an oil, gas, and mineral lease by an independent school district having fewer than 150 scholastics, which has not elected to be governed by independent district laws as permitted by Article 2763 should be consummated under the provisions of Article 2773a, V.C.S.

The sale of real property and buildings (other than minerals) by an independent district having fewer than 150 scholastics should be accomplished in accordance with the requirements of Article 2773, V.C.S.

APPROVED:

Yours very truly,

J..C. Davis, Jr. County Affairs Division

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